## DAVID L. PENNEY

P.O. Box 312 Beaver, UT 84713 (435)438-5522

ep7@xmission.com

September 14, 2005

State of Utah 1594 W. North Temple Suite 1210 P.O. Box 145801 Salt Lake City, UT 84114-5801

Dear Mr. Haddock,

In reply to your letter, dated August 8, 2005. Please do not worry about processing our request to change the Operator name at this time. The surety's have been posted for these sites for Penney's Gemstones LLC.

Sincerely,

David L. Penney

SEP 27 2005

DIV OF OIL, GAS & MINING